

To,  
The Bombay Stock Exchange Limited  
Listing /Corporate Listing Department  
Floor No. 25, P.J.Towers,  
Dalal Street,  
Mumbai-400001.

18<sup>th</sup> October, 2021

Dear Sir,

**Sub: Outcome of the Board Meeting-Regulation 33 of the SEBI (LODR) Regulations, 2015  
Scrip Code-530139**

With reference to the captioned subject and further to our letter dated 11<sup>th</sup> October, 2021, the Board of Directors of the Company at its Meeting held today, has approved and taken on record the Un-audited Financial Results for the Quarter/Half year ended 30<sup>th</sup> September, 2021 along with Limited Review Report issued by the Statutory Auditor of the Company. Further it also approves the publication of extracts of the Un-Audited Financial Results in the newspaper pursuant to Regulation 47 of the SEBI (LODR) Regulations, 2015 and placing a copy of it on the website of the Company.

A copy of Un-audited financial Results along with Limited Review Report for the Quarter/Half year ended 30<sup>th</sup> September, 2021 are enclosed.

The meeting commenced at 03.00 P.M. and concluded at 04.30 P.M

You are requested to take the above on your records.

Thanking You,  
Yours Faithfully,  
For **Kreon Finnancial Services Limited**

**Vidyalakshmi R**  
Company Secretary & Compliance Officer

**M/s. KREON FINANCIAL SERVICES LTD**

#29, Mookathal Street, Purasawalkam, Chennai - 600 007

CIN: L65921TN1994PLC029317

**Unaudited Financial Results for the Quarter/Half Year ended 30th September 2021**

Email Id: info@kreon.in

S.No	Particulars	Amt. Rs.in Lacs					
		Quarter ended 30.09.2021	Quarter ended 30.06.2021	Quarter ended 30.09.2020	Half Year ended 30.09.2021	Half Year ended 30.09.2020	Year ended 31.03.2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Revenue from operations</b>						
(i)	Interest Income	33.47	33.63	21.84	67.10	43.85	111.92
(ii)	Fees Income	45.30	33.71	13.08	79.02	26.76	59.41
(iii)	Interest on Refund of Income Tax A/c	-	-	-	-	0.13	0.13
(iv)	Dividend Income	0.02	-	0.01	0.02	0.01	0.05
(v)	Other Financial Receipts	-	0.06	0.07	0.06	0.07	-
(I)	<b>Total Revenue from operations</b>	<b>78.79</b>	<b>67.41</b>	<b>35.00</b>	<b>146.20</b>	<b>70.82</b>	<b>171.52</b>
(II)	Other Income	7.88	0.41	-	8.29	-	-
(III)	<b>Total Income (I+II)</b>	<b>86.67</b>	<b>67.81</b>	<b>35.00</b>	<b>154.49</b>	<b>70.82</b>	<b>171.52</b>
	<b>Expenses</b>						
(i)	Finance Costs	8.04	8.52	22.54	16.56	48.84	33.04
(ii)	Employee Benefits Expenses	14.36	12.20	31.27	26.56	67.19	124.23
(iii)	Depreciation, amortization and impairment	1.05	1.01	1.86	2.06	3.69	7.37
(iv)	Bad debts	-	-	-	-	-	-
(v)	Others expenses (to be specified)	12.48	13.29	15.40	25.77	33.70	50.05
	Marketing Expenses	14.67	4.27	3.66	18.94	6.69	11.07
(IV)	<b>Total Expenses (IV)</b>	<b>50.61</b>	<b>39.27</b>	<b>74.73</b>	<b>89.88</b>	<b>160.11</b>	<b>225.76</b>
(V)	Profit / (loss) before exceptional items and tax (III-IV)	36.07	28.54	(39.73)	64.61	(89.29)	(54.24)
(VI)	Exceptional items	-	-	-	-	-	-
(VII)	<b>Profit/(loss) before tax (V -VI)</b>	<b>36.07</b>	<b>28.54</b>	<b>(39.73)</b>	<b>64.61</b>	<b>(89.29)</b>	<b>(54.24)</b>
(VIII)	Tax Expense:	-	-	-	-	-	(5.33)
	(1) Current Tax	-	-	-	-	-	-
	(2) Prior Period Tax	-	-	-	-	-	-
	(3) Deferred Tax	0.06	0.06	(0.04)	0.11	(0.08)	(0.56)
(IX)	Profit / (loss) for the period from continuing operations(VII-VIII)	36.01	28.49	(39.69)	64.50	(89.21)	(48.35)
(X)	Profit/(loss) from discontinued operations	-	-	-	-	-	-
(XI)	Tax Expense of discontinued operations	-	-	-	-	-	-
(XII)	Profit/(loss) from discontinued operations(After tax) (X-XI)	-	-	-	-	-	-
(XIII)	<b>Profit/(loss) for the period (IX+XII)</b>	<b>36.01</b>	<b>28.49</b>	<b>(39.69)</b>	<b>64.50</b>	<b>(89.21)</b>	<b>(48.35)</b>
(XIV)	<b>Other Comprehensive Income</b>						
	(A) (i) Items that will not be reclassified to profit or loss (specify items and amounts)	-	-	-	-	-	0.79
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(0.21)
	<b>Subtotal (A)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.58</b>
	(B) (i) Items that will be reclassified to profit or loss: Gain/ (Loss) on valuation of shares	24.81	64.41	8.11	89.22	14.02	66.85
	(ii) Income tax relating to items that will be reclassified to profit or loss	(5.16)	(13.40)	(2.11)	(18.56)	(3.64)	(13.90)
	<b>Subtotal (B)</b>	<b>19.65</b>	<b>51.01</b>	<b>6.00</b>	<b>70.66</b>	<b>10.38</b>	<b>52.95</b>
	<b>Other Comprehensive Income (A + B)</b>	<b>19.65</b>	<b>51.01</b>	<b>6.00</b>	<b>70.66</b>	<b>10.38</b>	<b>53.53</b>
(XV)	<b>Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and other Comprehensive Income for the period)</b>	<b>55.66</b>	<b>79.50</b>	<b>(33.69)</b>	<b>135.16</b>	<b>(78.83)</b>	<b>5.18</b>
(XVI)	<b>Paid up Equity Share Capital</b>	<b>1,043.60</b>	<b>1,000.61</b>	<b>1,000.61</b>	<b>1,043.60</b>	<b>1,000.61</b>	<b>1,000.61</b>
(XVII)	<b>Reserves excluding Revaluation Reserves</b>	<b>(640.61)</b>	<b>(733.78)</b>	<b>(891.99)</b>	<b>(640.61)</b>	<b>(891.99)</b>	<b>(813.27)</b>
(XVIII)	<b>Earnings per equity share (for continuing operations)</b>						
	Basic (Rs.)	0.35	0.28	(0.39)	0.64	(0.89)	(0.48)
	Diluted (Rs.)	0.35	0.28	(0.39)	0.63	(0.89)	(0.48)

**Notes to Un Audited Results**

- The Unaudited results were reviewed by the Audit Committee and were approved by the board of Directors of the company at its meeting held on 18.10.2021
- The Company has adopted Segment reporting and furnished data for each of the reportable primary segments as identified in accordance with Ind AS-108.
- Certain loan creditors had agreed to have their loans converted to equity in the Company. Equity Share capital of Rs. 37.50 lakhs along with equal premium and Preference capital of Rs. 62 lakhs at par has been added during the quarter.
- The company has carried out impairment of investments and necessary adjustments have been made in the financial results.
- Few loan creditors and loan debtors have readjusted the interest provisioning as per agreed terms.
- The company is investing in developing its new app being developed to cater loans to wider segment in the market.
- Other income includes recovery of bad debts of Rs.7.88 lakhs
- The company has not declared any interim dividend.
- The figure have been re-grouped / re-classified / re- arranged where ever necessary to present better comparison.

Kreon Financial Services Ltd

Place: Chennai  
Date: 18.10.2021

Jaijash Tatia  
Whole Time Director  
DIN 08085029

**KREON FINANCIAL SERVICES LTD**

#29, Mookathal Street, Purasawalkkam, Chennai - 600 007

CIN: L65921TN1994PLC029317

**STATEMENT OF ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2021***Amt.in Rs.Lakhs*

	Particulars	Note No.	As at 30th September 2021 Unaudited	As at 31st March 2021 Audited
	<b>ASSETS</b>			
(1)	<b>Financial Assets</b>			
(a)	Cash and cash equivalents		77.13	128.36
	Bank balances other than Cash and Cash Equivalents		5.12	5.06
(b)	Receivables		-	-
(c)	Loans		787.03	674.31
(d)	Investments		196.68	107.47
(e)	Other Financial assets		14.56	13.95
(f)	Non current asset held for sale		4.60	4.60
(2)	<b>Non-financial Assets</b>			
(g)	Current Tax Assets (Net)		8.07	14.42
(h)	Deferred taxes			-
(i)	Property, Plant and Equipment		9.76	11.56
(j)	Intangible Assets under Development		90.21	33.00
(k)	Other non-financial assets		-	-
	<b>Total Assets</b>		<b>1,193.17</b>	<b>992.73</b>
	<b>LIABILITIES AND EQUITY</b>			
	<b>LIABILITIES</b>			
(1)	<b>Financial Liabilities</b>			
(a)	Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises			-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		22.19	20.59
(b)	Borrowings (Other than Debt Securities)		653.12	751.40
(c)	Other financial liabilities		23.65	13.30
(2)	<b>Non-Financial Liabilities</b>			
(d)	Deferred tax liabilities(Net)		26.82	8.15
(e)	Other non-financial liabilities		2.39	6.45
(3)	<b>EQUITY</b>			
(e)	Equity Share capital		1,043.60	1,006.10
(f)	Preference Share capital		62.00	-
(g)	Other Equity		(640.61)	(813.27)
	<b>Total</b>		<b>1,193.17</b>	<b>992.73</b>

Kreon Financial Services Ltd

Place: Chennai  
Date: 18.10.2021Jaijash Tatia  
Whole Time Director  
DIN 08085029

<b>KREON FINNANCIAL SERVICES LIMITED</b> <b>Old No. 12, New No.29, Mookathal Street, Purasawalkkam, Chennai - 600 007.</b> <b>CIN: L65921TN1994PLC029317</b>				
<b>CASH FLOW STATEMENT</b>				
		<b>No</b>	<b>for 6 months ended 30 09 2021 Rs. In Lakhs</b>	<b>for 6 months ended 30 09 2020 Rs. In Lakhs</b>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before tax and extraordinary items			64.61	(89.30)
Adjustments for :				
Add : Miscellaneous Expenditure w/off				
Add : Depreciation			2.06	3.69
Add : Finance Costs			16.56	48.84
Less: Statutory Provision			-	5.33
Less : OCI Actuarial gain				
			<b>83.22</b>	<b>(31.43)</b>
Operating Profit before working Capital Changes				
Adjustments for				
Add : Net Increase/(Decrease) in current Liabilities			7.89	(16.80)
Add : Net Decrease/(Increase) in Current Assets			5.74	8.19
<b>Cash Flow From Operating activities</b>			<b>96.85</b>	<b>(40.05)</b>
Less: Finance Costs paid			(1.26)	(0.23)
Less: Income Tax paid				
		<b>(A)</b>	<b>95.60</b>	<b>(40.28)</b>
<b><u>B.CASH FLOW FROM INVESTING ACTIVITIES</u></b>				
Purchase of Fixed Assets			(0.26)	-
Payment towards intangible assets under development			(57.21)	
Proceeds from Sale of Investments			-	-
<b>Cash Flow From Investment Activities</b>		<b>(B)</b>	<b>(57.47)</b>	<b>-</b>
<b>C.CASH FLOW FROM FINANCE ACTIVITIES</b>				
Loans & advances given			(112.73)	(35.64)
Proceeds from Borrowing			23.42	22.97
Redemption of Bank Deposits			-	
Investment in Bank Deposits			(0.06)	1.39
<b>Cash Flow From finance Activities</b>		<b>(C)</b>	<b>(89.36)</b>	<b>(11.28)</b>
<b>Increase / (Decrease) in cash and cash equivalent (A+B+C)</b>			<b>(51.23)</b>	<b>(51.56)</b>
Cash and cash Equivalents at the beginning of the year			128.36	63.28
Cash and cash Equivalents as on date			77.13	11.72
<b>Net Increase/(Decrease) in Cash Balances</b>			<b>(51.23)</b>	<b>(51.56)</b>
			<b>0.00</b>	<b>(0.00)</b>
<div style="text-align: right;"><b>Kreon Financial Services Ltd</b></div> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div> Place: Chennai  Date: 18.10.2021 </div> <div style="text-align: right;"> <b>Jaijash Tatia</b>  <b>Whole Time Director</b>  <b>DIN 08085029</b> </div> </div>				

**M/s. KREON FINANCIAL SERVICES LTD**

#29, Mookathal Street, Purasawalkkam, Chennai - 600 007

CIN: L65921TN1994PLC029317

**Segment wise Revenue, Results, Assets and Liabilities  
for the Quarter ended 30th September 2021**

Email Id: info@kreon.in

(Rs in Lakhs)

Particulars	3 months ended	Previous 3 months ended	Corresponding 3 months ended in the previous year	Half year ended	Half year ended	Previous accounting year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	UnAudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Segment Revenue</b>						
(a) Commercial Lending Division	33.49	34.10	21.92	118.93	73.94	112.13
(b) Digital Lending Division - StuCred	45.30	33.71	13.08	79.02	26.76	59.41
<b>Net sales/Income From Operations</b>	<b>78.79</b>	<b>67.81</b>	<b>35.00</b>	<b>197.95</b>	<b>100.70</b>	<b>171.54</b>
<b>2. Segment Results (Profit)(+)/ Loss (-) before tax from Each segment)</b>						
(a) Commercial Lending Division	45.33	33.72	10.05	79.05	13.21	110.17
(b) Digital Lending Division - StuCred	-9.26	-5.18	-49.77	-14.45	-102.51	-164.26
<b>Total Profit Before Tax</b>	<b>36.07</b>	<b>28.54</b>	<b>-39.73</b>	<b>64.61</b>	<b>-89.30</b>	<b>-54.09</b>
<b>3. Segment Assets</b>						
(a) Commercial Lending Division	1658.87	1672.55	1391.66	1658.87	1391.66	800.66
(b) Digital Lending Division - StuCred	328.15	247.44	143.85	328.15	143.85	192.07
(c ) Inter segment assets	-793.85	-712.13	-544.67	-793.85	-544.67	-652.90
<b>Total Segment Assets</b>	<b>1193.17</b>	<b>1207.86</b>	<b>990.84</b>	<b>1193.17</b>	<b>990.84</b>	<b>339.83</b>
<b>4. Segment Liabilities</b>						
(a) Commercial Lending Division	697.01	891.01	856.21	697.01	856.21	778.31
(b) Digital Lending Division - StuCred	825.02	735.05	565.31	825.02	565.31	21.59
(c ) Inter segment Liabilities	-793.85	-712.13	-544.67	-793.85	-544.67	-652.90
<b>Total Segment Liabilities</b>	<b>728.18</b>	<b>913.93</b>	<b>876.85</b>	<b>728.18</b>	<b>876.85</b>	<b>147.00</b>

**Notes:**

(a) Segment Revenue, Segment Results, Segment assets and Segment liabilities shall have the same meaning as defined in the Accounting Standards on Segment Reporting (Ind AS-108) issued by ICAI /Company (Accounting Standards) Rules, 2006.

(b) The above information has been furnished for each of the reportable primary segments as identified in accordance with Ind AS-108.

**Kreon Financial Services Ltd**

Place: Chennai

Date: 18.10.2021

**Jaijash Tatia**  
**Whole Time Director**  
**DIN 08085029**



**Limited Review Report**

The Board of Directors of **Kreon Financial Services Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Kreon Financial Services Limited** ("the Company") for the quarter and half year ended **30<sup>th</sup> September 2021** attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (listing obligations and Disclosure requirements) Regulations, 2015, as amended to date, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us.

The preparation of the statement is the responsibility of the company's Management in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the entity" issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial statement is limited primarily to inquiries of persons responsible for financial and accounting matters and analytical procedures applied to the financial data. It is substantially less in scope than an audit conducted in accordance with the generally accepted accounting standards, the objectives of which is expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder including the amendments, if any, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended to date, including the manner in which it is to be disclosed, or that it contains any material misstatement.

*for J.V. Ramanujam & Co.*  
*Chartered Accountants*  
FRN No.02947S



**SRINARAYANA  
JAKHOTIA**

Digitally signed by SRINARAYANA  
JAKHOTIA  
Date: 2021.10.18 12:12:08 +05'30'

**Sri Narayana Jakhotia**  
*Partner*  
M.No.233192  
UDIN: 21233192AAAADS6666

Place: Chennai  
Date: October 18, 2021